

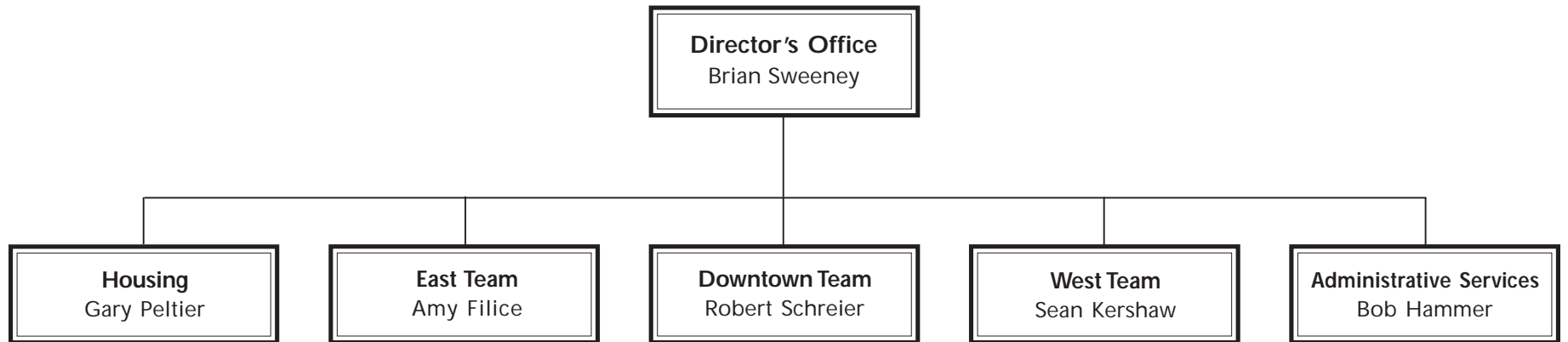
# **Planning and Economic Development**

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## **Mission Statement**

In genuine partnership with others, encourage investment and increase value in Saint Paul.

# Planning and Economic Development



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DEPARTMENT/OFFICE DIRECTOR: BRIAN SWEENEY

	1999 2ND PRIOR EXP & ENC *	2000 LAST YEAR EXP & ENC *	2001 ADOPTED BUDGET	2002 MAYOR'S PROPOSED	2002 COUNCIL ADOPTED	ADOPTED MAYOR'S PROPOSED	CHANGE FROM 2001 ADOPTED
<b>SPENDING APPROPRIATIONS</b>							
001 GENERAL FUND	5,904,727	2,127,786	1,269,729	1,152,435	1,152,435		117,294-
100 COMMUNITY DEVELOPMENT BLOCK GRANT	761,519	413,903	11,354,000	11,354,000	11,076,000	278,000-	278,000-
101 NEIGHBORHOOD REVITALIZATION PROG	1,083,803	1,014,012					
108 SECTION 108 PROGRAMS	1,094,691	1,178,334					
126 PED OPERATIONS FUND	7,654,165	7,951,069	8,709,868	9,058,468	9,058,468		348,600
127 ST PAUL/RAMSEY COUNTY PRINT CENTR	1,195,963	1,553,859	1,376,473	1,433,687	1,433,687		57,214
130 PARKING AND TRANSIT FUND	5,011,133	8,307,069	6,870,893	6,752,805	6,874,853	122,048	3,960
133 HOUSING INFO OFFICE - PED		646,852					
345 GOVERNMENTAL EMP & TRNG PROGRAM	5,082,702	4,244,364	868,176	240,419	240,419		627,757-
<b>TOTAL SPENDING BY UNIT</b>	<b>27,788,703</b>	<b>27,437,248</b>	<b>30,449,139</b>	<b>29,991,814</b>	<b>29,835,862</b>	<b>155,952-</b>	<b>613,277-</b>
<b>SPENDING BY MAJOR OBJECT</b>							
SALARIES	5,288,341	5,876,580	6,593,365	6,445,277	6,445,277		148,088-
EMPLOYER FRINGE BENEFITS	1,563,430	1,810,714	1,903,221	1,960,206	1,960,206		56,985
SERVICES	1,537,806	1,924,050	2,073,908	1,938,263	1,938,263		135,645-
MATERIALS AND SUPPLIES	631,126	654,893	692,545	734,560	734,560		42,015
MISC TRANSFER CONTINGENCY ETC	18,480,700	14,048,423	18,644,664	18,454,058	18,298,106	155,952-	346,558-
DEBT							
STREET SEWER BRIDGE ETC IMPROVEMENT	62,451	1,691,847	105,000	105,000	105,000		
EQUIPMENT LAND AND BUILDINGS	224,849	1,430,741	436,436	354,450	354,450		81,986-
<b>TOTAL SPENDING BY OBJECT</b>	<b>27,788,703</b>	<b>27,437,248</b>	<b>30,449,139</b>	<b>29,991,814</b>	<b>29,835,862</b>	<b>155,952-</b>	<b>613,277-</b>
		1.3-%	11.0 %	1.5-%	.5-%	.5-%	2.0-%
<b>FINANCING BY MAJOR OBJECT</b>							
GENERAL FUND	5,904,727	2,127,786	1,269,729	1,152,435	1,152,435		117,294-
SPECIAL FUNDS							
TAXES							
LICENSES AND PERMITS							
INTERGOVERNMENTAL REVENUE	8,482,667	6,706,434	11,375,852	11,439,880	11,161,880	278,000-	213,972-
FEES, SALES AND SERVICES	3,125,267	3,723,160	4,664,099	3,619,387	3,619,387		1,044,712-
ENTERPRISE AND UTILITY REVENUE	3,540,441	3,745,452	5,177,536	5,771,193	5,771,193		593,657
MISCELLANEOUS REVENUE	225,565	234,135	24,000	86,600	86,600		62,600
TRANSFERS	7,300,997	8,341,794	8,306,649	8,578,768	8,578,768		272,119
FUND BALANCES			368,726-	656,449-	534,401-	122,048	165,675-
<b>TOTAL FINANCING BY OBJECT</b>	<b>28,579,664</b>	<b>24,878,761</b>	<b>30,449,139</b>	<b>29,991,814</b>	<b>29,835,862</b>	<b>155,952-</b>	<b>613,277-</b>
		12.9-%	22.4 %	1.5-%	.5-%	.5-%	2.0-%

## Budget Explanation

### Major Changes in Spending and Financing

#### Creating the 2002 Budget Base

The 2001 adopted budget was adjusted to set the base for the year 2002. The Planning and Economic Development department (PED) budget was increased for the anticipated growth in salaries and fringe benefits related to the collective bargaining process, including a general fund share for PED Operations in special funds. The resources for the Neighborhood Crime Prevention Program were removed from PED and reestablished within the general government accounts. The funding for the federal lobbyist placed into contingency by city council in the 2001 budget were restored into the 2002 PED base budget. Also, a spending cap was imposed on the department's general fund budget to limit the growth of government spending and to avoid an increase to the city's property tax.

#### Department Proposals

To meet the general fund base spending cap, this budget reduces the operating support transfer to the PED Operations Fund by \$19,004. The estimate of parking meter revenues in the Parking and Transit fund and the related transfer to the general fund were also reduced from the 2001 adopted level to better match current year collections.

Special Fund changes in the department request include:

The Workforce Development Program has merged with Ramsey County. The department request for the 2002 budget for the Government Employment and Training Programs Fund #345 includes only salaries and fringes for those workforce employees that have chosen to remain city employees. Revenues from Ramsey County will reimburse Fund #345 for these salary and fringe costs.

Planning and Economic Development requests that the Parking and Transit Fund be reclassified from a special revenue fund to an enterprise fund for year 2002. This fund would then include the HRA parking ramp capital assets and the HRA revenue bond long-term debt. This consolidation will provide a clearer financial picture of Saint Paul's entire parking operations.

The new City Downtown Capital Projects Fund #149 was created in 2001 and accounted for several large capital projects in the downtown area. In year 2002, financing for Fund #149 from HRA Downtown Tax Increment Note payments is estimated at \$6,785,136. This estimate was made before the full effects of the 2001 State legislative changes are known.

## Strategic Plans

- To help create livable neighborhoods which include viable commercial areas and increased quality housing choices for residents of all incomes.
- To focus economic development activities on creating an environment attractive to business investment.
- To engage in strategic and integrated local efforts in partnership with community organizations.

## **Budget Explanation (continued)**

### **Mayor's Recommendations**

In preparing the 2002 proposed budget, the mayor recommended accepting the department proposals contained in the submitted budget., with these exceptions:

- increasing the amount of parking meter revenues transferred to the general fund from the parking and transit fund by \$180,000,
- in the parking and transit fund, substituting parking ramp revenues to replace the increased transfer amount of parking meter revenues to the general fund,
- applying interest earnings from the city's downtown project fund to debt service, and
- revising the 2002 estimates of tax increment financing in the city downtown capital projects fund in the Capital Budget, and adjusting the planned project spending to match the financing estimates. The revised estimate is after a preliminary estimate of the effects of the 2001 State legislative changes.

### **Council Actions**

The city council adopted the Planning and Economic Development department budget and recommendations as proposed by the mayor, and approved the following changes recommended by the mayor:

- making technical change revising financing estimates for the Community Development Block Grant, and
- adjusting the debt service estimates in the Parking and Transit Fund,.

The city council made these further changes:

- revising the Community Development Block Grant financing related to the 2002 Civic Organization Partnership Program., and
- acknowledging the budget location of the Parking and Transit Fund as an issue warranting follow up in 2002.